

**UNITED STATES BANKRUPTCY COURT
THE EASTERN DISTRICT OF NEW YORK**

In re:

East Coast TVs Inc, et al.,

Debtors.¹

Chapter 11

Case No. 18-40765 (ESS)

(Jointly Administered)

AFFIDAVIT REGARDING SMALL BUSINESS FINANCIAL STATEMENTS

I, Michael S. Fox, attorney for each of the above-captioned Debtors (the “Debtors”) swear and affirm on this 20th day of February, 2018, that the following is true to the best of my information and belief:

1. No Small Business Balance Sheet, Cash Flow Statement, or Statement of Operations has been prepared for either Debtor that I am aware of.
2. The latest federal tax returns for each Debtor were prepared and filed for the tax year 2016 and are attached hereto as Exhibits A and B.

The above statements are true to the best of my available knowledge. I believe in good faith that I have been lawfully engaged to represent the Debtors in this proceeding.

Dated: February 20, 2018

OLSHAN FROME WOLOSKY LLP

By: /s/ Michael S. Fox

Michael S. Fox, Esquire
1325 Avenue of the Americas
New York, New York 10019
212.451.2300

Proposed Counsel to the Debtors

¹ The Debtors in these chapter 11 cases, along with the last four digits of each Debtor’s tax identification number, are: East Coast TVs Inc (0300) and Garden State Installations II, Inc (4391).

Exhibit A

2016 Tax Return for East Coast TVs Inc

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Form 1120 Form Department of the Treasury Internal Revenue Service		U.S. Corporation Income Tax Return For calendar year 2016 or tax year beginning _____, ending _____ Information about Form 1120 and its separate instructions is at www.irs.gov/form1120 .				OMB No. 1545-0123 2016	
A Check if: 1a Consolidated return (attach Form 851) <input type="checkbox"/> b Life/nonlife consolidated return <input type="checkbox"/> 2 Personal holding co. (attach Sch. PH) <input type="checkbox"/> 3 Personal service corp. (see instructions) <input type="checkbox"/> 4 Schedule M-3 attached <input type="checkbox"/>		NAME East Coast TVS Inc. <hr/> Number, street, and room or suite no. If a P.O. box, see instructions. 601 WEST LINDEN AVENUE <hr/> City or town, state, or province, country, and ZIP or foreign postal code LINDEN NJ 07036				B Employer identification number 26-4050300 <hr/> C Date incorporated 01/12/2009 <hr/> D Total assets (see instructions) \$ 811,101	
		TYPE OR PRINT					
		E Check if: (1) Initial return (2) Final return (3) Name change (4) Address change					
Income		1a Gross receipts or sales 1a 19,311,838 1b Returns and allowances 1b 1c Balance. Subtract line 1b from line 1a 1c 19,311,838 2 Cost of goods sold (attach Form 1125-A) 2 17,496,805 3 Gross profit. Subtract line 2 from line 1c 3 1,815,033 4 Dividends (Schedule C, line 19) 4 5 Interest 5 6 Gross rents 6 7 Gross royalties 7 8 Capital gain net income (attach Schedule D (Form 1120)) 8 9 Net gain or (loss) from Form 4797, Part II, line 17 (attach Form 4797) 9 10 Other income (see instructions—attach statement) 10 11 Total income. Add lines 3 through 10 11 1,815,033					
Deductions (See instructions for limitations on deductions.)		12 Compensation of officers (see instructions—attach Form 1125-E) 12 70,650 13 Salaries and wages (less employment credits) 13 370,765 14 Repairs and maintenance 14 15 Bad debts 15 16 Rents 16 29,817 17 Taxes and licenses 17 42,346 18 Interest 18 19 Charitable contributions 19 3,419 20 Depreciation from Form 4562 not claimed on Form 1125-A or elsewhere on return (attach Form 4562) 20 21 Depletion 21 22 Advertising 22 631,215 23 Pension, profit-sharing, etc., plans 23 24 Employee benefit programs 24 25 Domestic production activities deduction (attach Form 8903) 25 26 Other deductions (attach statement) 26 636,050 27 Total deductions. Add lines 12 through 26 27 1,784,262 28 Taxable income before net operating loss deduction and special deductions. Subtract line 27 from line 11 28 30,771 29a Net operating loss deduction (see instructions) 29a b Special deductions (Schedule C, line 20) 29b c Add lines 29a and 29b 29c					
Tax, Refundable Credits, and Payments		30 Taxable income. Subtract line 29c from line 28. See instructions 30 30,771 31 Total tax (Schedule J, Part I, line 11) 31 4,616 32 Total payments and refundable credits (Schedule J, Part II, line 21) 32 24,428 33 Estimated tax penalty. See instructions. Check if Form 2220 is attached 33 34 Amount owed. If line 32 is smaller than the total of lines 31 and 33, enter amount owed 34 35 Overpayment. If line 32 is larger than the total of lines 31 and 33, enter amount overpaid 35 19,812 36 Enter amount from line 35 you want: Credited to 2017 estimated tax 19,812 Refunded 36					
Sign Here		Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.					
Signature of officer Isaac Barnathan Date		President					
Paid Preparer Use Only		Print/Type preparer's name: MARK D. SZURAN Preparer's signature: MARK D. SZURAN Date: 08/15/17 Check <input type="checkbox"/> if self-employed PTIN: P00960771 Firm's name: SCHISSEL SMALLBERG LLP Firm's EIN: 11-3212856 Firm's address: 450 SEVENTH AVENUE NEW YORK, NY 10123 Phone no.: 212-760-8200					

Form 1120 (2016) East Coast TVS Inc.

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Schedule C Dividends and Special Deductions (see instructions)		(a) Dividends received	(b) %	(c) Special deductions (a) x (b)
1	Dividends from less-than-20%-owned domestic corporations (other than debt-financed stock)		70	
2	Dividends from 20%-or-more-owned domestic corporations (other than debt-financed stock)		80	
3	Dividends on debt-financed stock of domestic and foreign corporations		see instructions	
4	Dividends on certain preferred stock of less-than-20%-owned public utilities		42	
5	Dividends on certain preferred stock of 20%-or-more-owned public utilities		48	
6	Dividends from less-than-20%-owned foreign corporations and certain FSCs		70	
7	Dividends from 20%-or-more-owned foreign corporations and certain FSCs		80	
8	Dividends from wholly owned foreign subsidiaries		100	
9	Total. Add lines 1 through 8. See instructions for limitation			
10	Dividends from domestic corporations received by a small business investment company operating under the Small Business Investment Act of 1958		100	
11	Dividends from affiliated group members		100	
12	Dividends from certain FSCs		100	
13	Dividends from foreign corporations not included on line 3, 6, 7, 8, 11, or 12			
14	Income from controlled foreign corporations under subpart F (attach Form(s) 5471)			
15	Foreign dividend gross-up			
16	IC-DISC and former DISC dividends not included on line 1, 2, or 3			
17	Other dividends			
18	Deduction for dividends paid on certain preferred stock of public utilities			
19	Total dividends. Add lines 1 through 17. Enter here and on page 1, line 4			
20	Total special deductions. Add lines 9, 10, 11, 12, and 18. Enter here and on page 1, line 29b			

Form 1120 (2016)

Form 1120 (2016) East Coast TVS Inc.

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Schedule J Tax Computation and Payment (see instructions)**Part I—Tax Computation**

1	Check if the corporation is a member of a controlled group (attach Schedule O (Form 1120)). See instructions ▶		
2	Income tax. Check if a qualified personal service corporation. See instructions ▶	2	4,616
3	Alternative minimum tax (attach Form 4626)	3	
4	Add lines 2 and 3	4	4,616
5a	Foreign tax credit (attach Form 1118)	5a	
b	Credit from Form 8834 (see instructions)	5b	
c	General business credit (attach Form 3800)	5c	
d	Credit for prior year minimum tax (attach Form 8827)	5d	
e	Bond credits from Form 8912	5e	
6	Total credits. Add lines 5a through 5e	6	0
7	Subtract line 6 from line 4	7	4,616
8	Personal holding company tax (attach Schedule PH (Form 1120))	8	
9a	Recapture of investment credit (attach Form 4255)	9a	
b	Recapture of low-income housing credit (attach Form 8611)	9b	
c	Interest due under the look-back method—completed long-term contracts (attach Form 8697)	9c	
d	Interest due under the look-back method—income forecast method (attach Form 8866)	9d	
e	Alternative tax on qualifying shipping activities (attach Form 8902)	9e	
f	Other (see instructions—attach statement)	9f	
10	Total. Add lines 9a through 9f	10	
11	Total tax. Add lines 7, 8, and 10. Enter here and on page 1, line 31	11	4,616

Part II—Payments and Refundable Credits

12	2015 overpayment credited to 2016	12	24,428
13	2016 estimated tax payments	13	
14	2016 refund applied for on Form 4466	14	()
15	Combine lines 12, 13, and 14	15	24,428
16	Tax deposited with Form 7004	16	
17	Withholding (see instructions)	17	
18	Total payments. Add lines 15, 16, and 17	18	24,428
19	Refundable credits from:		
a	Form 2439	19a	
b	Form 4136	19b	
c	Form 8827, line 8c	19c	
d	Other (attach statement—see instructions)	19d	
20	Total credits. Add lines 19a through 19d	20	
21	Total payments and credits. Add lines 18 and 20. Enter here and on page 1, line 32	21	24,428

Schedule K Other Information (see instructions)

1	Check accounting method: a <input type="checkbox"/> Cash b <input checked="" type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) ▶	Yes	No
2	See the instructions and enter the:		
a	Business activity code no. ▶ 443142		
b	Business activity ▶ Retail		
c	Product or service ▶ TV Sales		
3	Is the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? If "Yes," enter name and EIN of the parent corporation ▶		X
4	At the end of the tax year:		
a	Did any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, or tax-exempt organization own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote? If "Yes," complete Part I of Schedule G (Form 1120) (attach Schedule G)		X
b	Did any individual or estate own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote? If "Yes," complete Part II of Schedule G (Form 1120) (attach Schedule G)	X	

Form 1120 (2016)

Schedule K Other Information (continued from page 3)

				Yes	No
5 At the end of the tax year, did the corporation:					
a Own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of stock entitled to vote of any foreign or domestic corporation not included on Form 851 , Affiliations Schedule? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (iv) below.					X
(i) Name of Corporation	(ii) Employer Identification Number (if any)	(iii) Country of Incorporation	(iv) Percentage Owned in Voting Stock		
b Own directly an interest of 20% or more, or own, directly or indirectly, an interest of 50% or more in any foreign or domestic partnership (including an entity treated as a partnership) or in the beneficial interest of a trust? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (iv) below.					X
(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Country of Organization	(iv) Maximum Percentage Owned in Profit, Loss, or Capital		
6 During this tax year, did the corporation pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the corporation's current and accumulated earnings and profits? See sections 301 and 316. If "Yes," file Form 5452 , Corporate Report of Nondividend Distributions. If this is a consolidated return, answer here for the parent corporation and on Form 851 for each subsidiary.					X
7 At any time during the tax year, did one foreign person own, directly or indirectly, at least 25% of (a) the total voting power of all classes of the corporation's stock entitled to vote or (b) the total value of all classes of the corporation's stock? For rules of attribution, see section 318. If "Yes," enter: (i) Percentage owned ▶ and (ii) Owner's country ▶ (c) The corporation may have to file Form 5472 , Information Return of a 25% Foreign-Owned U.S. Corporation or a Foreign Corporation Engaged in a U.S. Trade or Business. Enter the number of Forms 5472 attached ▶					X
8 Check this box if the corporation issued publicly offered debt instruments with original issue discount. If checked, the corporation may have to file Form 8281 , Information Return for Publicly Offered Original Issue Discount Instruments. ▶ <input type="checkbox"/>					
9 Enter the amount of tax-exempt interest received or accrued during the tax year ▶ \$ 0					
10 Enter the number of shareholders at the end of the tax year (if 100 or fewer) ▶ 1					
11 If the corporation has an NOL for the tax year and is electing to forego the carryback period, check here ▶ <input type="checkbox"/> If the corporation is filing a consolidated return, the statement required by Regulations section 1.1502-21(b)(3) must be attached or the election won't be valid.					
12 Enter the available NOL carryover from prior tax years (don't reduce it by any deduction on line 29a.) ▶ \$					
13 Are the corporation's total receipts (page 1, line 1a, plus lines 4 through 10) for the tax year and its total assets at the end of the tax year less than \$250,000? If "Yes," the corporation isn't required to complete Schedules L, M-1, and M-2. Instead, enter the total amount of cash distributions and the book value of property distributions (other than cash) made during the tax year ▶ \$					X
14 Is the corporation required to file Schedule UTP (Form 1120), Uncertain Tax Position Statement? See instructions. If "Yes," complete and attach Schedule UTP.					X
15a Did the corporation make any payments in 2016 that would require it to file Form(s) 1099? ▶ <input checked="" type="checkbox"/>				X	
b If "Yes," did or will the corporation file required Forms 1099? ▶ <input checked="" type="checkbox"/>				X	
16 During this tax year, did the corporation have an 80% or more change in ownership, including a change due to redemption of its own stock? ▶ <input checked="" type="checkbox"/>					X
17 During or subsequent to this tax year, but before the filing of this return, did the corporation dispose of more than 65% (by value) of its assets in a taxable, non-taxable, or tax deferred transaction? ▶ <input checked="" type="checkbox"/>					X
18 Did the corporation receive assets in a section 351 transfer in which any of the transferred assets had a fair market basis or fair market value of more than \$1 million? ▶ <input checked="" type="checkbox"/>					X
19 During the corporation's tax year, did the corporation make any payments that would require it to file Forms 1042 and 1042-S under chapter 3 (sections 1441 through 1464) or chapter 4 (sections 1471 through 1474) of the Code? ▶ <input checked="" type="checkbox"/>					X

Form 1120 (2016) East Coast TVS Inc.

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Schedule L Balance Sheets per Books		Beginning of tax year		End of tax year	
Assets		(a)	(b)	(c)	(d)
1	Cash				
2a	Trade notes and accounts receivable	475,975		178,762	
b	Less allowance for bad debts	0	475,975	0	178,762
3	Inventories		427,286		362,930
4	U.S. government obligations				
5	Tax-exempt securities (see instructions)				
6	Other current assets (att. stmt.) Stmt 3		39,040		38,843
7	Loans to shareholders		38,466		230,566
8	Mortgage and real estate loans				
9	Other investments (attach stmt.)				
10a	Buildings and other depreciable assets				
b	Less accumulated depreciation				
11a	Depletable assets				
b	Less accumulated depletion				
12	Land (net of any amortization)				
13a	Intangible assets (amortizable only)				
b	Less accumulated amortization				
14	Other assets (attach stmt.)				
15	Total assets		980,767		811,101
Liabilities and Shareholders' Equity					
16	Accounts payable		49,960		41,318
17	Mortgages, notes, bonds payable in less than 1 year				
18	Other current liabilities (att. stmt.) Stmt 4		540,621		363,895
19	Loans from shareholders				
20	Mortgages, notes, bonds payable in 1 year or more				
21	Other liabilities (attach statement)				
22	Capital stock: a Preferred stock				
	b Common stock	40,000	40,000	40,000	40,000
23	Additional paid-in capital				
24	Retained earnings—Appropriated (att. stmt.)				
25	Retained earnings—Unappropriated		350,186		365,888
26	Adjustments to SH equity (att. stmt.)				
27	Less cost of treasury stock				
28	Total liabilities and shareholders' equity		980,767		811,101

Schedule M-1 Reconciliation of Income (Loss) per Books With Income per Return

Note: The corporation may be required to file Schedule M-3. See instructions.

1	Net income (loss) per books	15,702	7	Income recorded on books this year not included on this return (itemize):	
2	Federal income tax per books	4,616		Tax-exempt interest \$	
3	Excess of capital losses over capital gains				
4	Income subject to tax not recorded on books this year (itemize):				
5	Expenses recorded on books this year not deducted on this return (itemize):		8	Deductions on this return not charged against book income this year (itemize):	
a	Depreciation \$		a	Depreciation \$	
b	Charitable contributions \$	9,329	b	Charitable contributions \$	
c	Travel and entertainment \$	1,124			
		10,453			
6	Add lines 1 through 5	30,771	9	Add lines 7 and 8	
			10	Income (page 1, line 28)—line 6 less line 9	30,771

Schedule M-2 Analysis of Unappropriated Retained Earnings per Books (Line 25, Schedule L)

1	Balance at beginning of year	350,186	5	Distributions: a Cash	
2	Net income (loss) per books	15,702		b Stock	
3	Other increases (itemize):			c Property	
			6	Other decreases (itemize):	
			7	Add lines 5 and 6	
4	Add lines 1, 2, and 3	365,888	8	Balance at end of year (line 4 less line 7)	365,888

Form **1125-A**

(Rev. October 2016)

Department of the Treasury
Internal Revenue Service**Cost of Goods Sold**

OMB No. 1545-0123

▶ Attach to Form 1120, 1120-C, 1120-F, 1120S, 1065, or 1065-B.

▶ Information about Form 1125-A and its instructions is at www.irs.gov/form1125a.

Name

East Coast TVS Inc.

Employer identification number

26-4050300

1	Inventory at beginning of year	1	427,286
2	Purchases	2	17,432,449
3	Cost of labor	3	
4	Additional section 263A costs (attach schedule)	4	
5	Other costs (attach schedule)	5	
6	Total. Add lines 1 through 5	6	17,859,735
7	Inventory at end of year	7	362,930
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on Form 1120, page 1, line 2 or the appropriate line of your tax return. See instructions	8	17,496,805

9a Check all methods used for valuing closing inventory:

(i) ☐ Cost

(ii) ☒ Lower of cost or market

(iii) ☐ Other (Specify method used and attach explanation.) ▶

b Check if there was a writedown of subnormal goods ▶ ☐

c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ▶ ☐

d If the LIFO inventory method was used for this tax year, enter amount of closing inventory computed under LIFO **9d** ☐

e If property is produced or acquired for resale, do the rules of section 263A apply to the entity? See instructions ☐ Yes ☒ No

f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation ☐ Yes ☒ No

For Paperwork Reduction Act Notice, see instructions.

Form **1125-A** (Rev. 10-2016)

**SCHEDULE G
(Form 1120)**(Rev. December 2011)
Department of the Treasury
Internal Revenue Service**Information on Certain Persons Owning the
Corporation's Voting Stock**▶ Attach to Form 1120.
▶ See instructions on page 2.

OMB No. 1545-0123

Name

Employer identification number (EIN)

East Coast TVS Inc.

26-4050300

Part I Certain Entities Owning the Corporation's Voting Stock. (Form 1120, Schedule K, Question 4a). Complete columns (i) through (v) below for any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, or tax-exempt organization that owns directly 20% or more, or owns, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote (see instructions).

(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Type of Entity	(iv) Country of Organization	(v) Percentage Owned in Voting Stock

Part II Certain Individuals and Estates Owning the Corporation's Voting Stock. (Form 1120, Schedule K, Question 4b). Complete columns (i) through (iv) below for any individual or estate that owns directly 20% or more, or owns, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote (see instructions).

(i) Name of Individual or Estate	(ii) Identifying Number (if any)	(iii) Country of Citizenship (see instructions)	(iv) Percentage Owned in Voting Stock
Isaac Barnathan	077-80-1705	USA	100.000

For Paperwork Reduction Act Notice,
see the Instructions for Form 1120.

Schedule G (Form 1120) (Rev. 12-2011)

(Rev. October 2016)

Department of the Treasury
Internal Revenue Service

Name _____

East Coast TVS Inc.

▶ Attach to Form 1120, 1120-C, 1120-F, 1120-REIT, 1120-RIC, or 1120S.

► Information about Form 1125-E and its separate instructions is at www.irs.gov/form1125e.

OMB No. 1545-0123

Employer identification number

26-4050300

Note: Complete Form 1125-E only if total receipts are \$500,000 or more. See instructions for definition of total receipts.

2	Total compensation of officers	2	70,650
3	Compensation of officers claimed on Form 1125-A or elsewhere on return	3	
4	Subtract line 3 from line 2. Enter the result here and on Form 1120, page 1, line 12 or the appropriate line of your tax return	4	70,650

For Paperwork Reduction Act Notice, see separate instructions.

Form **1125-E** (Rev. 10-2016)

Charitable Contribution Carryover Worksheet		2016
Form 1120	For calendar year 2016 or tax year beginning _____, ending _____	
Name East Coast TVS Inc.		Employer Identification Number 26-4050300

Regular Tax Calculations						
		Prior Year		Current Year		Next Year
Preceding Tax Year	Excess Contributions	Utilized Or Reclassed to NOL	Carryover	Reclassified to NOL (Reg. Sec. 1.170A-11(c)(2))	Carryovers Utilized	Carryover
5th 12/31/11						
4th 12/31/12						
3rd 12/31/13	2,710		2,710			2,710
2nd 12/31/14	408		408			408
1st 12/31/15	22,902		22,902			22,902
Charitable Contribution Carryover To Current Year - Regular			26,020			
Current Year		9,329				9,329
Charitable Contribution Carryover Available To Next Year						35,349

Alternative Minimum Tax Calculations						
		Prior Year		Current Year		Next Year
Preceding Tax Year	Excess Contributions	Utilized Or Reclassed to NOL	Carryover	Reclassified to NOL (Reg. Sec. 1.170A-11(c)(2))	Carryovers Utilized	Carryover
5th 12/31/11						
4th 12/31/12						
3rd 12/31/13	2,710		2,710			2,710
2nd 12/31/14	408		408			408
1st 12/31/15	22,902		22,902			22,902
AMT Charitable Contribution Carryover To Current Year			26,020			
Current Year		9,329				9,329
AMT Charitable Contribution Carryover Available To Next Year						35,349

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26-4050300

Federal Statements

FYE: 12/31/2016

Statement 1 - Form 1120, Page 1, Line 19 - Charitable Contributions

Description	Amount
Contributions	\$ 12,748
Carryover From Prior Years	26,020
Total Contributions Available	38,768
Less Contributions Disallowed	35,349
Less QCC Contributions Disall	0
Total Deduction Allowed	\$ 3,419

Statement 2 - Form 1120, Page 1, Line 26 - Other Deductions

Description	Amount
Garbage removal	\$ 189
Office Expense	11,305
Bank Charges	37,678
Licenses & Fees	10
Professional Fees	54,010
Outside services	49,722
Payroll Service	6,880
Insurance	12,721
Shipping and Delivery	354,536
Telephone	8,256
Auto Expense	17,015
Travel Expense	2,710
Postage & Shipping	4,342
Computer Expense	1,241
Credit Card & Terminal Fees	21,035
Utilities	3,641
Protection	39,399
Store Supplies	5
Storage & Warehouse	405
Insurance - Health	9,825
50% of Meals & Entertainment	1,125
Total	\$ 636,050

Statement 3 - Form 1120, Page 5, Schedule L, Line 6 - Other Current Assets

Description	Beginning of Year	End of Year
Prepaid federal Corp tax	\$ 24,428	\$ 24,428
Prepaid NJ Corp Tax	14,612	14,415
Total	\$ 39,040	\$ 38,843

EASTCOAS East Coast TVS Inc.

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26-4050300

Federal Statements

FYE: 12/31/2016

Statement 4 - Form 1120, Page 5, Schedule L, Line 18 - Other Current Liabilities

<u>Description</u>	<u>Beginning of Year</u>	<u>End of Year</u>
Accrued Expenses Payable	\$ 3,500	\$ 10,066
Sales Tax Payable	1,396	1,082
Bank Overdraft	535,725	352,747
Total	<u>\$ 540,621</u>	<u>\$ 363,895</u>

Year Ending: December 31, 2016

26-4050300

East Coast TVS Inc.
601 WEST LINDEN AVENUE
LINDEN, NJ 07036

Section 1.263(a)-1(f) De Minimis Safe Harbor Election

Under Regulation 1.263(a)-1(f), the taxpayer hereby elects to apply the de minimis safe harbor election to all qualifying property placed in service during the tax year.

Exhibit B

2016 Tax Return for Garden State Installations II, Inc

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Form 1120 Department of the Treasury Internal Revenue Service		U.S. Corporation Income Tax Return For calendar year 2016 or tax year beginning _____, ending _____ Information about Form 1120 and its separate instructions is at www.irs.gov/form1120 .				OMB No. 1545-0123 2016	
A Check if: 1a Consolidated return (attach Form 851) <input type="checkbox"/> b Life/nonlife consolidated return <input type="checkbox"/> 2 Personal holding co. (attach Sch. PH) <input type="checkbox"/> 3 Personal service corp. (see instructions) <input type="checkbox"/> 4 Schedule M-3 attached <input type="checkbox"/>		TYPE OR PRINT Name GARDEN STATE INSTALLATIONS II INC. Number, street, and room or suite no. If a P.O. box, see instructions. 1125 W BLANKE STREET City or town, state, or province, country, and ZIP or foreign postal code LINDEN NJ 07036		B Employer identification number 47-2744391 C Date incorporated 01/09/2015 D Total assets (see instructions) \$ 15,964			
E Check if: (1) <input type="checkbox"/> Initial return (2) <input type="checkbox"/> Final return (3) <input type="checkbox"/> Name change (4) <input type="checkbox"/> Address change							
Income	1a Gross receipts or sales		1a	12,711,806			
	b Returns and allowances		1b				
	c Balance. Subtract line 1b from line 1a		1c	12,711,806			
	2 Cost of goods sold (attach Form 1125-A)		2	12,318,925			
	3 Gross profit. Subtract line 2 from line 1c		3	392,881			
	4 Dividends (Schedule C, line 19)		4				
	5 Interest		5				
	6 Gross rents		6				
	7 Gross royalties		7				
	8 Capital gain net income (attach Schedule D (Form 1120))		8				
	9 Net gain or (loss) from Form 4797, Part II, line 17 (attach Form 4797)		9				
10 Other income (see instructions—attach statement)		10					
11 Total income. Add lines 3 through 10		11	392,881				
Deductions (See instructions for limitations on deductions.)	12 Compensation of officers (see instructions—attach Form 1125-E)		12				
	13 Salaries and wages (less employment credits)		13				
	14 Repairs and maintenance		14				
	15 Bad debts		15				
	16 Rents		16				
	17 Taxes and licenses		17	2,000			
	18 Interest		18				
	19 Charitable contributions		19				
	20 Depreciation from Form 4562 not claimed on Form 1125-A or elsewhere on return (attach Form 4562)		20				
	21 Depletion		21				
	22 Advertising		22				
	23 Pension, profit-sharing, etc., plans		23				
	24 Employee benefit programs		24				
	25 Domestic production activities deduction (attach Form 8903)		25				
	26 Other deductions (attach statement) See Stmt 1		26	388,501			
	27 Total deductions. Add lines 12 through 26		27	390,501			
	28 Taxable income before net operating loss deduction and special deductions. Subtract line 27 from line 11		28	2,380			
Tax, Refundable Credits, and Payments	29a Net operating loss deduction (see instructions)		29a				
	b Special deductions (Schedule C, line 20)		29b				
	c Add lines 29a and 29b		29c				
	30 Taxable income. Subtract line 29c from line 28. See instructions		30	2,380			
	31 Total tax (Schedule J, Part I, line 11)		31	357			
	32 Total payments and refundable credits (Schedule J, Part II, line 21)		32	1,000			
	33 Estimated tax penalty. See instructions. Check if Form 2220 is attached <input type="checkbox"/>		33				
34 Amount owed. If line 32 is smaller than the total of lines 31 and 33, enter amount owed		34					
35 Overpayment. If line 32 is larger than the total of lines 31 and 33, enter amount overpaid		35	643				
36 Enter amount from line 35 you want: Credited to 2017 estimated tax 643 Refunded		36					
Sign Here Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.						May the IRS discuss this return with the preparer shown below? See instructions. <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	
Signature of officer ISAAC BARNATHAN Date _____ Title PRESIDENT							
Paid Preparer Use Only Print/Type preparer's name MARK D. SZURAN Firm's name SCHISSEL SMALLBERG LLP Firm's address 450 SEVENTH AVENUE NEW YORK, NY 10123		Preparer's signature MARK D. SZURAN Date 08/15/17		Check <input type="checkbox"/> if self-employed PTIN P00960771 Firm's EIN 11-3212856 Phone no. 212-760-8200			

Form 1120 (2016) GARDEN STATE INSTALLATIONS II INC. 47-2744391

Page 2

Schedule C Dividends and Special Deductions (see instructions)		(a) Dividends received	(b) %	(c) Special deductions (a) x (b)
1	Dividends from less-than-20%-owned domestic corporations (other than debt-financed stock)		70	
2	Dividends from 20%-or-more-owned domestic corporations (other than debt-financed stock)		80	
3	Dividends on debt-financed stock of domestic and foreign corporations		see instructions	
4	Dividends on certain preferred stock of less-than-20%-owned public utilities		42	
5	Dividends on certain preferred stock of 20%-or-more-owned public utilities		48	
6	Dividends from less-than-20%-owned foreign corporations and certain FSCs		70	
7	Dividends from 20%-or-more-owned foreign corporations and certain FSCs		80	
8	Dividends from wholly owned foreign subsidiaries		100	
9	Total. Add lines 1 through 8. See instructions for limitation			
10	Dividends from domestic corporations received by a small business investment company operating under the Small Business Investment Act of 1958		100	
11	Dividends from affiliated group members		100	
12	Dividends from certain FSCs		100	
13	Dividends from foreign corporations not included on line 3, 6, 7, 8, 11, or 12			
14	Income from controlled foreign corporations under subpart F (attach Form(s) 5471)			
15	Foreign dividend gross-up			
16	IC-DISC and former DISC dividends not included on line 1, 2, or 3			
17	Other dividends			
18	Deduction for dividends paid on certain preferred stock of public utilities			
19	Total dividends. Add lines 1 through 17. Enter here and on page 1, line 4			
20	Total special deductions. Add lines 9, 10, 11, 12, and 18. Enter here and on page 1, line 29b			

Form 1120 (2016)

Form 1120 (2016) GARDEN STATE INSTALLATIONS II INC. 47-2744391

Page 3

Schedule J Tax Computation and Payment (see instructions)**Part I—Tax Computation**

1	Check if the corporation is a member of a controlled group (attach Schedule O (Form 1120)). See instructions	<input type="checkbox"/>	
2	Income tax. Check if a qualified personal service corporation. See instructions	<input type="checkbox"/>	2 357
3	Alternative minimum tax (attach Form 4626)		3
4	Add lines 2 and 3		4 357
5a	Foreign tax credit (attach Form 1118)	5a	
b	Credit from Form 8834 (see instructions)	5b	
c	General business credit (attach Form 3800)	5c	
d	Credit for prior year minimum tax (attach Form 8827)	5d	
e	Bond credits from Form 8912	5e	
6	Total credits. Add lines 5a through 5e	6	0
7	Subtract line 6 from line 4	7	357
8	Personal holding company tax (attach Schedule PH (Form 1120))	8	
9a	Recapture of investment credit (attach Form 4255)	9a	
b	Recapture of low-income housing credit (attach Form 8611)	9b	
c	Interest due under the look-back method—completed long-term contracts (attach Form 8697)	9c	
d	Interest due under the look-back method—income forecast method (attach Form 8866)	9d	
e	Alternative tax on qualifying shipping activities (attach Form 8902)	9e	
f	Other (see instructions—attach statement)	9f	
10	Total. Add lines 9a through 9f	10	
11	Total tax. Add lines 7, 8, and 10. Enter here and on page 1, line 31	11	357

Part II—Payments and Refundable Credits

12	2015 overpayment credited to 2016	12	
13	2016 estimated tax payments	13	
14	2016 refund applied for on Form 4466	14	()
15	Combine lines 12, 13, and 14	15	
16	Tax deposited with Form 7004	16	1,000
17	Withholding (see instructions)	17	
18	Total payments. Add lines 15, 16, and 17	18	1,000
19	Refundable credits from:		
a	Form 2439	19a	
b	Form 4136	19b	
c	Form 8827, line 8c	19c	
d	Other (attach statement—see instructions)	19d	
20	Total credits. Add lines 19a through 19d	20	
21	Total payments and credits. Add lines 18 and 20. Enter here and on page 1, line 32	21	1,000

Schedule K Other Information (see instructions)

1	Check accounting method: a <input type="checkbox"/> Cash b <input checked="" type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) ▶	Yes	No
2	See the instructions and enter the:		
a	Business activity code no. ▶ 443142		
b	Business activity ▶ RETAIL		
c	Product or service ▶ TV Sales		
3	Is the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? If "Yes," enter name and EIN of the parent corporation ▶		X
4	At the end of the tax year:		
a	Did any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, or tax-exempt organization own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote? If "Yes," complete Part I of Schedule G (Form 1120) (attach Schedule G)		X
b	Did any individual or estate own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote? If "Yes," complete Part II of Schedule G (Form 1120) (attach Schedule G)	X	

Form 1120 (2016)

Schedule K Other Information (continued from page 3)

		Yes	No
5 At the end of the tax year, did the corporation:			
a Own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of stock entitled to vote of any foreign or domestic corporation not included on Form 851 , Affiliations Schedule? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (iv) below.			X
(i) Name of Corporation	(ii) Employer Identification Number (if any)	(iii) Country of Incorporation	(iv) Percentage Owned in Voting Stock
b Own directly an interest of 20% or more, or own, directly or indirectly, an interest of 50% or more in any foreign or domestic partnership (including an entity treated as a partnership) or in the beneficial interest of a trust? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (iv) below.			X
(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Country of Organization	(iv) Maximum Percentage Owned in Profit, Loss, or Capital
6 During this tax year, did the corporation pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the corporation's current and accumulated earnings and profits? See sections 301 and 316. If "Yes," file Form 5452 , Corporate Report of Nondividend Distributions. If this is a consolidated return, answer here for the parent corporation and on Form 851 for each subsidiary.			X
7 At any time during the tax year, did one foreign person own, directly or indirectly, at least 25% of (a) the total voting power of all classes of the corporation's stock entitled to vote or (b) the total value of all classes of the corporation's stock? For rules of attribution, see section 318. If "Yes," enter: (i) Percentage owned ▶ and (ii) Owner's country ▶ (c) The corporation may have to file Form 5472 , Information Return of a 25% Foreign-Owned U.S. Corporation or a Foreign Corporation Engaged in a U.S. Trade or Business. Enter the number of Forms 5472 attached ▶			X
8 Check this box if the corporation issued publicly offered debt instruments with original issue discount ▶ <input type="checkbox"/>			
If checked, the corporation may have to file Form 8281 , Information Return for Publicly Offered Original Issue Discount Instruments.			
9 Enter the amount of tax-exempt interest received or accrued during the tax year ▶ \$ 0			
10 Enter the number of shareholders at the end of the tax year (if 100 or fewer) ▶ 1			
11 If the corporation has an NOL for the tax year and is electing to forego the carryback period, check here ▶ <input checked="" type="checkbox"/> If the corporation is filing a consolidated return, the statement required by Regulations section 1.1502-21(b)(3) must be attached or the election won't be valid.			
12 Enter the available NOL carryover from prior tax years (don't reduce it by any deduction on line 29a.) ▶ \$			
13 Are the corporation's total receipts (page 1, line 1a, plus lines 4 through 10) for the tax year and its total assets at the end of the tax year less than \$250,000? If "Yes," the corporation isn't required to complete Schedules L, M-1, and M-2. Instead, enter the total amount of cash distributions and the book value of property distributions (other than cash) made during the tax year ▶ \$			X
14 Is the corporation required to file Schedule UTP (Form 1120), Uncertain Tax Position Statement? See instructions. If "Yes," complete and attach Schedule UTP.			X
15a Did the corporation make any payments in 2016 that would require it to file Form(s) 1099?			X
b If "Yes," did or will the corporation file required Forms 1099?			
16 During this tax year, did the corporation have an 80% or more change in ownership, including a change due to redemption of its own stock?			X
17 During or subsequent to this tax year, but before the filing of this return, did the corporation dispose of more than 65% (by value) of its assets in a taxable, non-taxable, or tax deferred transaction?			X
18 Did the corporation receive assets in a section 351 transfer in which any of the transferred assets had a fair market basis or fair market value of more than \$1 million?			X
19 During the corporation's tax year, did the corporation make any payments that would require it to file Forms 1042 and 1042-S under chapter 3 (sections 1441 through 1464) or chapter 4 (sections 1471 through 1474) of the Code?			X

Schedule L Balance Sheets per Books		Beginning of tax year		End of tax year	
Assets		(a)	(b)	(c)	(d)
1	Cash		1,033		0
2a	Trade notes and accounts receivable				
b	Less allowance for bad debts				
3	Inventories		5,120		10,460
4	U.S. government obligations				
5	Tax-exempt securities (see instructions)				
6	Other current assets (att. stmt.)				
7	Loans to shareholders		3,900		5,504
8	Mortgage and real estate loans				
9	Other investments (attach stmt.)				
10a	Buildings and other depreciable assets				
b	Less accumulated depreciation				
11a	Depletable assets				
b	Less accumulated depletion				
12	Land (net of any amortization)				
13a	Intangible assets (amortizable only)				
b	Less accumulated amortization				
14	Other assets (attach stmt.)				
15	Total assets		10,053		15,964
Liabilities and Shareholders' Equity					
16	Accounts payable		6,015		2,074
17	Mortgages, notes, bonds payable in less than 1 year				
18	Other current liabilities (att. stmt.) Stmt 2		2,883		12,147
19	Loans from shareholders				
20	Mortgages, notes, bonds payable in 1 year or more				
21	Other liabilities (attach statement)				
22	Capital stock: a Preferred stock				
	b Common stock	400	400	400	400
23	Additional paid-in capital				
24	Retained earnings—Appropriated (att. stmt.)				
25	Retained earnings—Unappropriated		755		1,343
26	Adjustments to SH equity (att. stmt.)				
27	Less cost of treasury stock				
28	Total liabilities and shareholders' equity		10,053		15,964

Schedule M-1 Reconciliation of Income (Loss) per Books With Income per Return

Note: The corporation may be required to file Schedule M-3. See instructions.

1	Net income (loss) per books	588	7	Income recorded on books this year not included on this return (itemize):	
2	Federal income tax per books	357		Tax-exempt interest \$	
3	Excess of capital losses over capital gains				
4	Income subject to tax not recorded on books this year (itemize):				
5	Expenses recorded on books this year not deducted on this return (itemize):		8	Deductions on this return not charged against book income this year (itemize):	
a	Depreciation \$		a	Depreciation \$	
b	Charitable contributions \$		b	Charitable contributions \$	
c	Travel and entertainment \$	1,435			
		1,435			
6	Add lines 1 through 5	2,380	9	Add lines 7 and 8	
			10	Income (page 1, line 28)—line 6 less line 9	2,380

Schedule M-2 Analysis of Unappropriated Retained Earnings per Books (Line 25, Schedule L)

1	Balance at beginning of year	755	5	Distributions: a Cash	
2	Net income (loss) per books	588		b Stock	
3	Other increases (itemize):			c Property	
			6	Other decreases (itemize):	
			7	Add lines 5 and 6	
4	Add lines 1, 2, and 3	1,343	8	Balance at end of year (line 4 less line 7)	1,343

Form **1125-A**

(Rev. October 2016)

Department of the Treasury
Internal Revenue Service**Cost of Goods Sold**

OMB No. 1545-0123

▶ Attach to Form 1120, 1120-C, 1120-F, 1120S, 1065, or 1065-B.

▶ Information about Form 1125-A and its instructions is at www.irs.gov/form1125a.

Name

GARDEN STATE INSTALLATIONS II INC.

Employer identification number

47-2744391

1	Inventory at beginning of year	1	5,120
2	Purchases	2	12,324,265
3	Cost of labor	3	
4	Additional section 263A costs (attach schedule)	4	
5	Other costs (attach schedule)	5	
6	Total. Add lines 1 through 5	6	12,329,385
7	Inventory at end of year	7	10,460
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on Form 1120, page 1, line 2 or the appropriate line of your tax return. See instructions	8	12,318,925

9a Check all methods used for valuing closing inventory:

(i) ☐ Cost

(ii) ☒ Lower of cost or market

(iii) ☐ Other (Specify method used and attach explanation.) ▶

b Check if there was a writedown of subnormal goods ▶ ☐

c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ▶ ☐

d If the LIFO inventory method was used for this tax year, enter amount of closing inventory computed under LIFO **9d**

e If property is produced or acquired for resale, do the rules of section 263A apply to the entity? See instructions ☐ Yes ☒ No

f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation ☐ Yes ☒ No

For Paperwork Reduction Act Notice, see instructions.

Form **1125-A** (Rev. 10-2016)

**SCHEDULE G
(Form 1120)**(Rev. December 2011)
Department of the Treasury
Internal Revenue Service**Information on Certain Persons Owning the
Corporation's Voting Stock**▶ Attach to Form 1120.
▶ See instructions on page 2.

OMB No. 1545-0123

Name

Employer identification number (EIN)

GARDEN STATE INSTALLATIONS II INC.

47-2744391

Part I **Certain Entities Owning the Corporation's Voting Stock.** (Form 1120, Schedule K, Question 4a). Complete columns (i) through (v) below for any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, or tax-exempt organization that owns directly 20% or more, or owns, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote (see instructions).

(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Type of Entity	(iv) Country of Organization	(v) Percentage Owned in Voting Stock

Part II **Certain Individuals and Estates Owning the Corporation's Voting Stock.** (Form 1120, Schedule K, Question 4b). Complete columns (i) through (iv) below for any individual or estate that owns directly 20% or more, or owns, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote (see instructions).

(i) Name of Individual or Estate	(ii) Identifying Number (if any)	(iii) Country of Citizenship (see instructions)	(iv) Percentage Owned in Voting Stock
Isaac Barnathan	077-80-1705	USA	100.000

For Paperwork Reduction Act Notice,
see the Instructions for Form 1120.

Schedule G (Form 1120) (Rev. 12-2011)

472744391 GARDEN STATE INSTALLATIONS II INC.

8/15/2017 2:53 PM

47-2744391

Federal Statements

FYE: 12/31/2016

Statement 1 - Form 1120, Page 1, Line 26 - Other Deductions

<u>Description</u>	<u>Amount</u>
Shipping and Delivery	\$ 213,816
Store Supplies	117
Credit Card & Terminal Fees	161,869
Auto Expense	388
Travel Expense	518
Office Expense	2,682
Bank Charges	5,925
Professional Fees	1,750
50% of Meals & Entertainment	1,436
Total	<u>\$ 388,501</u>

Statement 2 - Form 1120, Page 5, Schedule L, Line 18 - Other Current Liabilities

<u>Description</u>	<u>Beginning of Year</u>	<u>End of Year</u>
Accrued Expenses Payable	\$ 2,883	\$ 3,607
Sales Tax Payable	0	351
Cash Overdraft	0	8,189
Total	<u>\$ 2,883</u>	<u>\$ 12,147</u>

Year Ending: December 31, 2016

47-2744391

GARDEN STATE INSTALLATIONS II INC.
1125 W BLANKE STREET
LINDEN, NJ 07036

NOL Carryback Election

Under IRC Section 172(b)(3), the taxpayer elects to relinquish the entire two year carryback period with respect to any regular tax and AMT net operating loss incurred during the current tax year.